GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

CSFs.- Govt. guarantee in favour of APCOB for sanction of loan against Excise duty for Rs.846.41 lakhs on behalf of (9) CSFs as per the Central Govt. Schemes for interest free loan for payment of statuary cane price to the Cane Growers. for the season 2007-2008 – Orders – Issued.
xxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxxx xxxx

INDUSTRIES AND COMMERCE (SUGAR) DEPARTMENT

G.O.Ms.No.257   Dated: 20-09-2008.
                                                       Read :-

    From the Commissioner of Sugar and Cane Commissioner, D.O. Letter Rc.Lr.No.2523/2008/DI, dated: 28-06-08.

ORDER:

        The Commissioner of Sugar and Cane Commissioner A.P., Hyderabad has sent proposal for giving unconditional irrevocable Government default Guarantee in respect of the following 9 (nine) Cooperative Sugar Factories, for availing MT loan to an extent of Rs.846.41 Lakhs from APCOB, Hyderabad against excise duty paid /payable on sugar for 2007-08 as per the Central Government Scheme for extending Financial Assistance to Sugar under takings - 2007 to clear arrears of cane price 2007-08 season, since the cane farmers are resorting to Dharnas / Rastharokos for payment of their cane price dues.

Sl.No	Name of the CSF	Sanction limit (Excise duty paid/payable on Sugar for 2007-08) by APCOB (Rs. in Lakhs)
1	Sri Vijayarama	98.80
2	Anakapalli	50.35
3	Thandava	110.27
4	N V R	43.30
5	Kovur	157.44
6	Sri Venkateswara	131.53
7	Chittoor	168.74
8	Cuddapah	20.07
9	Nizamabad	65.91
	Total	846.41

2.   The Government after careful consideration of the proposal, here by extend unconditional irrevocable Government guarantee in favour of APCOB to an extent of Rs.846.41 Lakhs against excise duty as per Central Government Scheme for interest free loan for payment of cane price arrears for 2007-08 season by the above said 9 Cooperative Sugar Factories.

3.   The Managing Director, APCOB, Hyderabad is requested to release the amounts to the above said Cooperative Sugar Factories. Government liability will arise only after the Bank has exhausted / taken all steps to recover their dues including   disposal of assets and only thereafter approach the Government for balance amount of default guarantee.

4.   The Managements of the Cooperative Sugar Factories shall repay the loan amounts as per the terms and conditions of ABCOB Hyderabad as per the Central Government **Scheme for extending Financial Assistance to Sugar under takings - 2007.**

5.   The Commissioner of Sugar and Cane Commissioner, Hyderabad is requested to instruct APCOB to deduct the 2% Guarantee Commission and release the balance amount to the 9 CSFs. The Commissioner of Sugar / APCOB may be authorized to credit the 2% Guarantee Commission to the following Head of Account.

> MH.0075 - Miscellaneous-
> General Services – 108.
> Guarantee Fee – (01).Commission for Guarantee
>   given by state Government

6.   The Commissioner of Sugar and Cane Commissioner, Hyderabad, shall monitor utilization of loan funds. He shall also inform the actual amount released by the APCOB., Hyderabad to the aforesaid 9 (nine) Coop. Sugar Factories, to execute Government Guarantee by the State Government.

7.   Separate Guarantee Deeds will be executed by the Secretary to Government , Finance Department, after the actual amounts are released by the APCOB., Hyderabad.

8.   This order issues with the concurrence of Finance (Expr. I&C) Department vide their U.O.No. 9181/501/Expr.I&C, Dated: 18-09-2008

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

B. SAMBOB
PRINCIPAL SECRETARY TO GOVERNMENT AND
COMMISSIONER, INDUSTRIAL PROMOTION

To

The Commissioner of Sugar and Cane Commissioner
      A.P., Hyderabad.
The Managing Director, A.P. State Coop Bank Ltd.,
    Troop Bazar, Hyderabad – 500 001.
The Managing Director's concerned thro' Commissioner of
      Sugar and Cane Commissioner A.P., Hyd.
Copy to:
The AGA.P., Hyderabad.
The Director of Treasuries & Accounts, Hyderabad.
Finance (DMC) Dept.,
Finance (Exp.I&C) Dept.,
The P. S. to Minister for MI& S.
The P. S. to Minister for Finance.
The P. S. to Addl. Secretary to C.M.
SF/SCs.

//FORWARDED: BY ORDER//

SECTION OFFICER